Approved For Release 2000/09/01: CIA-RDP81B00878R001300140018-9

DPS - 2630

July 22, 1958

Copy 3 of 5

Westinghouse Electric Corporation Friendship International Airport Baltimore 3. Maryland

REF: Contract TA-3034

Gentlemen:

Your bureau voucher number 15 has been sudited and approved for payment in the amount of \$11,222.00 which is \$5,000.00 less than the total amount billed.

You have reclaimed the amount we previously withheld for patent rights and reporting of royalties stating that the reserve for fixed fee would cover the amount withheld. It is our intention to release the \$5,000.00 withheld whenever the fixed fee earned exceed the amount paid. Your reclaim would be correct if the total fixed fee were payable if the contract were terminated. However, Clause 32, paragraph (1) (IV) (A & B) states that only a percentage or porportional part of the fixed fee is payable if the contract is terminated and therefore the \$5,000.00 required to be withheld under paragraphs 13F and 17D would not be covered by the fixed fee clause.

Yours very truly,

Doug

Distribution:

0 & 1 - Addressee

3 - Contract TA-3034 (Finance)

4 - Reading

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Silvini

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